

GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

State Audit Department – University Audit – Introduction of Concurrent Audit in Universities in the State – Orders – Issued.

FINANCE (ADMN.II) DEPARTMENT

G.O.Rt.No. 606

Dated: 19.02.2009

Read the following:-

From the Director of State Audit, A.P. Hyderabad, letter
Roc.No.Universities/Review/A2/04/2008, dated 20.11.2008.

ORDER :

In the reference read above, the Director of State Audit, A.P.Hyderabad has informed that there are 21 Universities in the State, out of which only 13 Universities are provided with resident audit parties. Remaining are newly formed universities the audit of which is temporarily entrusted to the District Audit Officers of the Districts where the Universities are located. Out of 13 Universities two Universities viz. J.N.T.U. Hyderabad and ANGRAU., Hyderabad have Institutions scattered all over the State. As such the concurrent audit can be introduced in the following eleven Universities:

1. Andhra University, Visakhapatnam.
2. N.T.R.Health Sciences, Vijayawada.
3. Acharya Nagarajuna University, Guntur.
4. Sri Venkateswara University, Tirupathi
5. Sri Padmavathi Mahila Viswa Vidyalayam, Tirupathi
6. Sri Krishna Devaraya University, Ananapur.
7. Kakatiya University, Warangal.
8. Ambedkar Open University, Hyderabad.
9. Potti Sriramulu Telugu University, Hyderabad.
10. Nizam Institute of Medical Sciences, Hyderabad.
11. Osmania University, Hyderabad.

2. The D.S.A. has stated that the post audit being a statutory audit as per Section 20 of A.P. Universities Act, 1991 and Sec. 2 of A.P. State Audit Act, 1989 which involves certification of the accounts will continue to be done by the Department. The post audit which is taken up after the end of the financial year and receipt of annual account and which takes considerable time for completion due to heavy transactions in the Universities at times serves limited purpose due to delay in communicating the audit objections. Nevertheless, it has its own advantage as it fulfills statutory function of verification and certification of accounts by the audit and it also facilitate audit of all receipts, expenditure and performance with reference to established norms. Concurrent audit of expenditure which is done on monthly basis helps the institutions in taking prompt remedial action on the audit observations and prevent occurring of similar irregularities in future. It is therefore proposed to conduct concurrent audit of the 11 Universities mentioned above.

3. The D.S.A. has further informed that the scope of concurrent audit will be restricted to audit of expenditure, vouchers which have to be sent to the resident audit party alongwith list of vouchers, cash book, cheque counter foils, relevant files, budget information, stock registers, service registers, Measurement Books etc. The rest of records like books of accounts including treasury passbook, bank scroll, remittances of deductions deposits and advances, investments, assets, reconciliation of accounts, receipts, registers, execution and performance of schemes/projects as per guidelines will be audited in the annual audit as is being done. Therefore, he has requested the Government to issue necessary orders to the Universities to produce the records of previous month by 10th subsequent month to resident audit parties of all the funds operated by the Universities including self financing courses. For example, if the concurrent audit to be commenced in January, 2009, the records of December, 2008 have to be sent to audit by 10th January, 2009.

P.T.O.

4. The Director of State Audit shall take up concurrent audit of the following 11 Universities with effect from the financial year 2009-10 by utilizing the services of the existing staff:

1. Andhra University, Visakhapatnam.
2. N.T.R. Health Sciences, Vijayawada.
3. Acharya Nagarajuna University, Guntur.
4. Sri Venkateswara University, Tirupathi.
5. Sri Padmavathi Mahila Viswa Vidyalayam, Tirupathi
6. Sri Krishna Devaraya University, Anantapur.
7. Kakatiya University, Warangal.
8. Ambedkar Open University, Hyderabad.
9. Potti Sriramulu Telugu University, Hyderabad.
10. Nizam Institute of Medical Sciences, Hyderabad.
11. Osmania University, Hyderabad.

5. The Registrar/Authorities of the respective University shall keep in a view on the following points, while entrusting the concurrent audit to personnel of State Audit Department.

1. The post audit shall be continued alongwith concurrent audit.
2. The concurrent audit shall be confined to the expenditure.
3. The Registrar of Universities shall make necessary arrangements to send the monthly vouchers alongwith records, as specified by the Director of State Audit to the residential audit parties by 10th of subsequent month. For example vouchers for March, 2009 shall be sent to the audit by 10th of April, 2009.
4. The head of audit party shall communicate the monthly audit observations to the concerned promptly.
5. The Registrar shall ensure that prompt action is taken on the audit paras and furnish action taken report to the audit party. The head of the audit party shall take further action on the paras immediately and communicate the acceptance of replies or other wise duly following the procedure prescribed in the A.P. State Audit Act, 1989.
6. After audit, the vouchers and records will be returned alongwith audit observations. The university authorities have to take prompt action on the observations made by the audit. The Statutory post audit will be completed after the close of financial year and receipt of annual accounts.

6. In view of the circumstances explained above, Government after careful examination of the proposal hereby introduce the Concurrent Audit in the 11 Universities mentioned above with the existing staff.

7. Therefore, the Education (HE) Department is requested to issue instructions/orders in this regard to the authorities of (11) Universities from their side for conducting concurrent/post audit simultaneously without any interruption during the audit work.

8. “Copy of this order is available on Internet and can be accessed at address <http://www.ap.gov.in/goir>”.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

**Dr.SAMEER SHARMA,
SECRETARY TO GOVERNMENT (FP)**

To

The Director of State Audit, A.P.Hyderabad.

The Registrars of Andhra University, Visakhapatnam, (2) The N.T.R.Health Sciences, Vijayawada (3) The Acharya Nagarajuna University, Guntur (4) Sri Venkateswara University, Tirupathi (5) Sri Padmavathi Mahila Viswa Vidyalayam, Tirupathi (6) Sri Krishna Devaraya University, Ananatapur (7) The Kakatiya University, Warangal (8) The Ambedkar Open University, Hyderabad (9) The Potti Sriramulu Telugu University, Hyderabad (10) The Nizam Institute of Medical Sciences, Hyderabad and (11) The Osmania University, Hyderabad.

The Education (HE) Department.

Copy to P.S., Principal Secretary to Govt. Finance Department.

Copy to P.S. to P.F.S. (R&E) Finance Department.

Copy to P.S. to Secretary (FP).

Copy to O.S.D. to Hon’ble M (Finance).

Copy to Finance (Exp.HE) Department.

Copy to S.F./S.Cs.

//FORWARDED:: BY ORDER//

SECTION OFFICER